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Regulatory Affairs Supervisor
State Regulation

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2011 SEP 26 P 4:07

AZ CORP COMMISSION
DOCKET CONTROL

Mail Station 9708
PO Box 53999
Phoenix, Arizona 85072-3999
Tel 602-250-2661
Jeffrey.Johnson@aps.com

September 26, 2011

Docket Control
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007

RE: Arizona Public Service Company's 2010 Test Year Rate Case
Docket No. E-01345A-11-0224

Pursuant to the Administrative Law Judge Procedural Order dated July 29, 2011:

IT IS FURTHER ORDERED that APS shall file certification of mailing/publication as soon as possible after the mailing/publication has been completed, but no later than September 30, 2011.

The required public notice was published in the Arizona Republic, a newspaper of statewide circulation. Arizona Public Service Company also published notices in the Prescott Daily Courier, Yuma Sun, Casa Grande Dispatch, Sierra Vista Herald and Arizona Daily Sun. Attached are copies of the notices and affidavits.

If you have any questions regarding this information, please contact Zachary Fryer at (602)250-4167

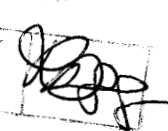
Sincerely,


Jeffrey W. Johnson

JJ/cd
Attachments

Arizona Corporation Commission
DOCKETED

SEP 26 2011

DOCKETED BY 

Copies of the foregoing delivered this 26th day
of September, 2011, to:

Lyn Farmer
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007
Chief Administrative Law Judge

Steve Olea
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007
Utilities Division

Janice Alward
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007
Legal Division

Daniel Pozefsky
RUCO
1110 W. Washington
Phoenix, AZ 85007
Chief Counsel

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Phoenix, AZ 85012-2913
Attorney for Freeport-McMoRan and AECC

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Arizona Center for Law in the Public Interest
202 E. McDowell Road, Suite 153
Phoenix, AZ 85004
Attorney for Western Resource Advocates

David Berry
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P.O. Box 1064
Scottsdale, AZ 85252-1064

Barbara Wyllie-Pecora
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Sun City West, AZ 85375

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Attorneys for Town of Wickenburg and Town of Gilbert

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Consultant for The Kroger Co.

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Roshka DeWulf & Patten, PLC
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Phoenix, AZ 85016-9225
Attorneys for Arizona Investment Council

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Arizona Investment Council
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Phoenix, AZ 85004
President & CEO

Karen S. White
Air Force Utility Law Field Support Center
AFLOA/JACL-ULFSC, 139 Barnes Drive
Tyndall AFB, FL 32403
Attorney for Federal Executive Agencies

Greg Patterson
Munger Chadwick
2398 E. Camelback Road, Suite 240
Phoenix, AZ 85016
Attorney for Arizona Competitive Power Alliance

Nicholas J. Enoch
Lubin & Enoch, P.C.
349 North Fourth Ave.
Phoenix, AZ 85003
Attorney For IBEW 387, 640, 769

STATE OF ARIZONA
COUNTY OF MARICOPA

ss.

Pramila Kadvekar, being first duly sworn,
upon oath deposes and says:

That she is the agent of Phoenix Newspapers Inc., publishers of

The Arizona Republic
Arizona Business Gazette

a newspaper of general circulation in the County of Maricopa, State
of Arizona, published at Phoenix, Arizona, and that the copy hereto
attached is a true copy of the advertisement published in the said paper

for a period of 1 { day } as follows:

APS advertisement appeared in the Arizona Republic
on August 23, 2011.

5 X 18 column inches.

9/2/2011

Pramila Kadvekar

Agent

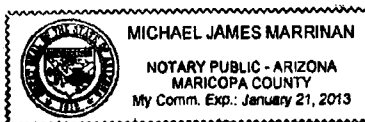
Subscribed and sworn to before me this 2nd day of September,

A. D. 2011

My Commission Expires

Michael James Marrinan

Notary Public



PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

The base rate increase is the sum of three parts: (1) a non-fuel increase of \$194.1 million; (2) the transfer into base rates of \$44.9 million in revenue requirement related to certain assets now being recovered, or which the Company expects to recover through the Renewable Energy Surcharge; and (3) the transfer of a customer credit (a negative charge per kwh of usage) related to the Power Supply Adjustor ("PSA") into base rates in the amount of ~\$143.5 million. The PSA rate credit would then revert to zero. The net percentage impact of the Company's request on customer bills will be an increase of approximately 6.6% on average. The actual percentage rate increase for individual customers that would result from the application will vary depending upon the type and quantity of service provided.

The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

How You Can View or Obtain a Copy of the Rate Proposal

Copies of the application and the proposed rates and tariffs are available from APS at its office, 400 N. 5 Street, Phoenix, Arizona, (602-250-2767) and at the Commission's Docket Control Center at 1200 West Washington, Phoenix, Arizona, for public inspection during regular business hours and on the Internet via the Commission's website (www.azcc.gov) using the e-Docket function.

Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on **January 19, 2012, at 10:00 a.m.**, in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

About Intervention

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Any person or entity entitled by law to intervene and having a direct and substantial interest in the matter will be permitted to intervene. If you wish to intervene, you must file an original and 13 copies of a written motion to intervene with the Commission no later than **October 10, 2011**, and send a copy of the motion to APS or its counsel and to all parties of record. Your motion to intervene must contain the following:

1. Your name, address, and telephone number, and the name, address, and telephone number of any party upon whom service of documents is to be made, if not yourself;
2. A short statement of your interest in the proceeding (e.g., a customer of APS, a shareholder of APS, etc.); and
3. A statement certifying that you have mailed a copy of the motion to intervene to APS or its counsel and to all parties of record in the case.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before October 10, 2011. All parties must comply with Arizona Supreme Court Rules 31 and 38 and A.R.S. § 40-243 with respect to the practice of law. For information about requesting intervention, visit the Commission's website at <http://www.azcc.gov/divisions/utilities/forms/intervene.pdf>. The granting of intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case.

ADA/Equal Access Information

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Who to Contact if you have Questions

For further information on the APS rate increase request and procedural schedule, please contact APS at 602-250-2767 or the Commission's Consumer Services Section at 602-542-4251, or 1-800-222-7000 (outside the metro Phoenix area). For further information or assistance with intervention or how to make public comment, please contact the Commission's Consumer Services Section at 602-542-4251, or 1-800-222-7000 (outside the metro Phoenix area).

TUESDAY, AUGUST 23, 2011 AZ

FROM THE FRONT PAGE

© THE ARIZONA REPUBLIC

STATE OF ARIZONA
COUNTY OF MARICOPA

ss.

Pramila Kadvekar, being first duly sworn,
upon oath deposes and says:
That she is the agent of Phoenix Newspapers Inc., publishers of

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Arizona Business Gazette***

a newspaper of general circulation in the County of Maricopa, State
of Arizona, published at Phoenix, Arizona, and that the copy hereto
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5 X 18 column inches.

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Pramila Kadvekar
Agent

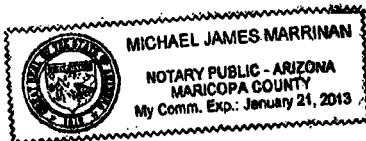
Subscribed and sworn to before me this 2nd day of September,

A. D. 2011

My Commission Expires

Michael James Marrinan

Notary Public



PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

APS

Summary

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SATURDAY, AUGUST 27, 2011 4:12

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© THE ARIZONA REPUBLIC

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AFFIDAVIT/PROOF OF PUBLICATION

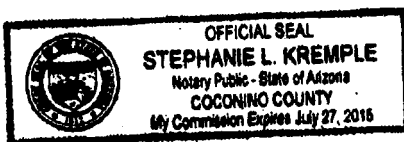
STATE OF ARIZONA

} ss.

County of Coconino

Bobbie Crosby being duly sworn deposes and says:

That she is the legal clerk of the Arizona Daily Sun
a newspaper published at Flagstaff, Coconino County, Arizona; that the
Public Notice of Hearing on Arizona
Docket No. E-01345A-11-0224 a copy of which is
hereunto attached, was first published in said newspaper in its issue dated
the 27 day of August, 2011, and was
published in each one issue of said newspaper for one
consecutive day the last publication being in the issue dated the
27 day of August, 2011.



Subscribed and sworn to before me this

6 day of September, 2011

Stephanie L Krempfle

Stephanie L Krempfle

Notary Public

My Commission expires July 27, 2015

**PUBLIC NOTICE OF HEARING ON ARIZONA
PUBLIC SERVICE COMPANY'S APPLICATION FOR
A PERMANENT BASE RATE INCREASE (DOCKET
NO. E-01345A-11-0224)**

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$98.5 million per year increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

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AFFIDAVIT OF PUBLICATION

STATE OF ARIZONA)
County of Yavapai) SS.

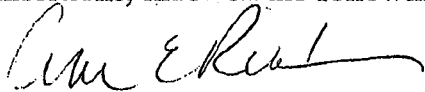
Ann E. Rebinskas, being first duly sworn on his/her oath says:
The s/he is the Advertising Administrative Assistant of PRESCOTT NEWSPAPERS, INC.,
an Arizona corporation, which owns and publishes the COURIER, a Daily Newspaper
published in the City of Prescott, County of Yavapai, Arizona; that the notice attached
hereto, namely,

APS / Media Buying Services

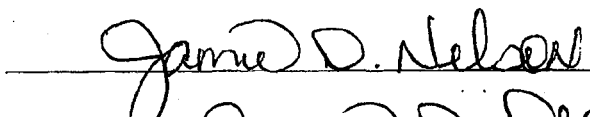
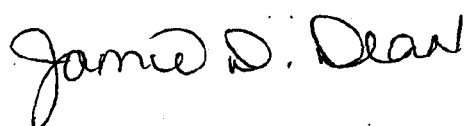
Public Notice regarding application for base rate increase

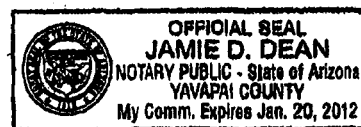
5 columns X 18.5 inch Display ad

has, to the personal knowledge of affiant, been published in the newspaper aforesaid,
according to law, from the 23rd day of August 2011 to the 27th day of August 2011
Both inclusive, without change, interruption or omission, amounting in all to TWO
insertions, made on the following dates: August 23rd, 2011 and August 27th, 2011



Subscribed and sworn before me this 9th day of September 2011

 , Notary Public




PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

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Who to Contact if you have Questions

For further information on the APS rate increase request and procedural schedule, please contact APS at 602-250-2767 or the Commission's Consumer Services Section at 602-542-4251, or 1-800-222-7000 (outside the metro Phoenix area). For further information or assistance with intervention or how to make public comment, please contact the Commission's Consumer Services Section at 602-542-4251, or 1-800-222-7000 (outside the metro Phoenix area).

PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

The base rate increase is the sum of three parts: (1) a non-fuel increase of \$194.1 million; (2) the transfer into base rates of \$44.9 million in revenue requirement related to certain assets now being recovered, or which the Company expects to recover through the Renewable Energy Surcharge; and (3) the transfer of a customer credit (a negative charge per kwh of usage) related to the Power Supply Adjustor ("PSA") into base rates in the amount of (-)\$143.5 million. The PSA rate credit would then revert to zero. The net percentage impact of the Company's request on customer bills will be an increase of approximately 6.6% on average. The actual percentage rate increase for individual customers that would result from the application will vary depending upon the type and quantity of service provided.

The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

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Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on **January 19, 2012, at 10:00 a.m.**, in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

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1. Your name, address, and telephone number, and the name, address, and telephone number of any party upon whom service of documents is to be made, if not yourself;
2. A short statement of your interest in the proceeding (e.g., a customer of APS, a shareholder of APS, etc.); and
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Affidavit of Publication

STATE OF ARIZONA

COUNTY OF YUMA

CITY OF YUMA

I, Brian Owens, being duly sworn on oath now and during all times herein stated, have been the publisher (or authorized representative of Publisher) and designated agent of the publication known as,

Yuma Sun ("Publication"), a newspaper of general circulation in the county of Yuma, State of Arizona, by Newspapers of Southwestern Arizona, Inc.,

And having full knowledge of the facts herein stated as follows:

The advertisement for APS - Rate Base ("Ad/Advertiser") was published to the Publication's full circulation as requested by Advertiser on the:
23rd Day of August, 2011.

By: Brian Owens

Subscribed and sworn to before me
This 12th day of September, 2011.

Virgen P. Perez
Notary Public

Notary Seal:



PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

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The Commission will hold a hearing on this matter beginning on January 19, 2012, at 10:00 a.m., in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

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YUMA SUN, TUESDAY AUGUST 23, 2011 A5

Affidavit of Publication

STATE OF ARIZONA

COUNTY OF YUMA

CITY OF YUMA

I, Brian Owens, being duly sworn on oath now and during all times herein stated, have been the publisher (or authorized representative of Publisher) and designated agent of the publication known as,

Market Place (TMC) ("Publication"), a newspaper of general circulation in the county of Yuma, State of Arizona, by Newspapers of Southwestern Arizona, Inc.,

And having full knowledge of the facts herein stated as follows:

The advertisement for APS-Rate Base ("Ad/Advertiser") was published to the Publication's full circulation as requested by Advertiser on the:

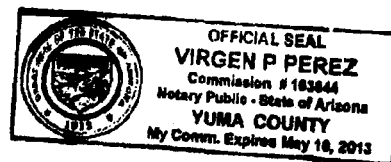
24th Day of August, 2011.

By: Brian Owens

Subscribed and sworn to before me
This 12th day of September, 2011.

Notary Seal:

Virgen P. Perez
Notary Public



PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

The base rate increase is the sum of three parts: (1) a non-fuel increase of \$194.1 million; (2) the transfer into base rates of \$44.9 million in revenue requirement related to certain assets now being recovered, or which the Company expects to recover through the Renewable Energy Surcharge; and (3) the transfer of a customer credit (a negative charge per kwh of usage) related to the Power Supply Adjustor ("PSA") into base rates in the amount of (-)\$143.5 million. The PSA rate credit would then revert to zero. The net percentage impact of the Company's request on customer bills will be an increase of approximately 6.6% on average. The actual percentage rate increase for individual customers that would result from the application will vary depending upon the type and quantity of service provided.

The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

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Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on January 18, 2012, at 10:00 a.m., in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

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Affidavit of Publication

STATE OF ARIZONA

COUNTY OF YUMA

CITY OF YUMA

I, Brian Owens, being duly sworn on oath now and during all times herein stated, have been the publisher (or authorized representative of Publisher) and designated agent of the publication known as,

YumaSun ("Publication"), a newspaper of general circulation in the county of Yuma, State of Arizona, by Newspapers of Southwestern Arizona, Inc.,

And having full knowledge of the facts herein stated as follows:

The advertisement for APS-Rate Base ("Ad/Advertiser") was published to the Publication's full circulation as requested by Advertiser on the:

27th Day of August, 20 11.

By: Brian Owens

Subscribed and sworn to before me
This 12th day of September, 20 11.

Virgen P. Perez
Notary Public

Notary Seal:



PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

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The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

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Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on January 19, 2012, at 10:00 a.m., in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

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B4 YUMA SUN, SATURDAY, AUGUST 27, 2011

STATE OF ARIZONA

COUNTY OF PINAL

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PUBLIC NOTICE ARIZONA PUBLIC SERVICE APPLICATION FOR BASE RATE INCREASE E-01345

Summary

On June 1, 2011, Arizona Public Service Company Arizona Corporation Commission ("Commission") application seeks a \$95.5 million net increase to establish a decoupling mechanism to remove distributed generation and improve the recovery.

The base rate increase is the sum of three parts: (1) the transfer of a customer's energy being recovered, or which the Company expects to be recovered; and (2) the transfer of a customer's energy related to the Power Supply Adjustor ("PSA"). The PSA rate credit would then revert to zero. The request on customer bills will be an increase or decrease in percentage rate increase for individual customers vary depending upon the type and quantity of energy.

The Commission's Utilities Division ("Staff") is reviewing the application and has not yet made a recommendation. The Commission will issue a Decision regarding APS' application based on the evidence presented at an evidentiary hearing. PROPOSALS MADE BY APS, STAFF, OR ANY OTHER PARTY APPROVED BY THE COMMISSION MAY DIFFER FROM OTHER PARTIES.

How You Can View or Obtain a Copy

Copies of the application and the proposed decision are available for review at the Commission's office, 400 N. 5 Street, Phoenix, Arizona (602) 974-2000, or at the Arizona Public Service Control Center at 1200 West Washington, Phoenix, Arizona, during business hours and on the Internet via the Commission's e-Docket function.

Affidavit of Publication

RUTH A. KRAMER first being duly sworn deposes and says: That he/she is a native born citizen of the United States of America, over 21 years of age, that I am an agent and/or publisher of the Casa Grande Dispatch, a daily newspaper published at Casa Grande, Pinal County, Arizona, Tuesday through Sunday of each week; that a notice, a full, true and complete printed copy of which is hereunto attached, was printed in the regular edition of said newspaper, and not in a supplement thereto, for ONE issues the first publication thereof having been on the

23RD day of AUGUST A.D., 2011

Second publication _____

Third publication _____

Fourth publication _____

Fifth publication _____

Sixth publication _____

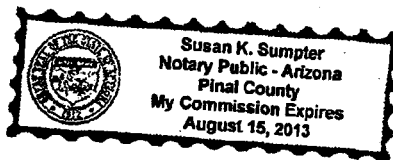
CASA GRANDE DISPATCH

By Ruth A. Kramer
agent and/or publisher of the Casa Grande Dispatch

Sworn to before me this 29th

day of AUGUST A.D., 2011

Notary Public in and for the County
of Pinal, State of Arizona



**PUBLIC NOTICE OF HEARING ON
ARIZONA PUBLIC SERVICE COMPANY'S
APPLICATION FOR A PERMANENT
BASE RATE INCREASE (DOCKET NO.**

E-01345A-11-0224)

Summary

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No. of publications: 2; dates of publication: Aug. 23, 27, 2011.

STATE OF ARIZONA

COUNTY OF PINAL

SS.

PUBLIC NOTICE OF ARIZONA PUBLIC SERVICE APPLICATION FOR BASE RATE INCREASE E-01345A-

Summary

On June 1, 2011, Arizona Public Service Company (Arizona Corporation Commission ("Commission")) application seeks a \$95.5 million net increase in base rate to establish a decoupling mechanism to remove utility distributed generation and improve the recovery of

The base rate increase is the sum of three parts: (1) transfer into base rates of \$44.9 million in revenue being recovered, or which the Company expects to Surcharge; and (3) the transfer of a customer credit related to the Power Supply Adjustor ("PSA") into The PSA rate credit would then revert to zero. The request on customer bills will be an increase of approximately percentage rate increase for individual customers vary depending upon the type and quantity of service. The Commission's Utilities Division ("Staff") is in the application and has not yet made a recommendation will issue a Decision regarding APS application following evidence presented at an evidentiary hearing. **THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERESTED PARTY APPROVED BY THE COMMISSION MAY DIFFER FROM OTHER PARTIES.**

How You Can View or Obtain a Copy

Copies of the application and the proposed rates office, 400 N. 5 Street, Phoenix, Arizona, (602) 251-1234 Control Center at 1200 West Washington, Phoenix, Arizona, business hours and on the Internet via the Commission's e-Docket function.

Affidavit of Publication

KARA K. COOPER first being duly sworn deposes and says: That he/she is a native born citizen of the United States of America, over 21 years of age, that I am an agent and/or publisher of the Casa Grande Dispatch, a daily newspaper published at Casa Grande, Pinal County, Arizona, Tuesday through Sunday of each week; that a notice, a full, true and complete printed copy of which is hereunto attached, was printed in the regular edition of said newspaper, and not in a supplement thereto, for ONE issues the first publication thereof having been on the

27TH day of AUGUST A.D., 2011

Second publication _____

Third publication _____

Fourth publication _____

Fifth publication _____

Sixth publication _____

CASA GRANDE DISPATCH

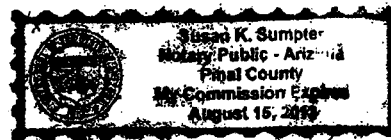
By Kara K. Cooper
agent and/or publisher of the Casa Grande Dispatch

Sworn to before me this 14th

day of SEPTEMBER A.D. 2011

Susan K. Sumpter

Notary Public in and for the County
of Pinal, State of Arizona



**PUBLIC NOTICE OF HEARING ON
ARIZONA PUBLIC SERVICE COMPANY'S
APPLICATION FOR A PERMANENT
BASE RATE INCREASE (DOCKET NO.**

E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

The base rate increase is the sum of three parts: (1) a non-fuel increase of \$194.1 million; (2) the transfer into base rates of \$44.9 million in revenue requirement related to certain assets now being recovered, or which the Company expects to recover through the Renewable Energy Surcharge; and (3) the transfer of a customer credit (a negative charge per kWh of usage) related to the Power Supply Adjustor ("PSA") into base rates in the amount of (-)\$143.5 million. The PSA rate credit would then revert to zero. The net percentage impact of the Company's request on customer bills will be an increase of approximately 6.6% on average. The actual percentage rate increase for individual customers that would result from the application will vary depending upon the type and quantity of service provided.

The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

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Arizona Corporation Commission Public Hearing Information

The Commission will hold a hearing on this matter beginning on January 19, 2012, at 10:00 a.m., in the Commission's offices, Hearing Room No. 1, 1200 West Washington Street, Phoenix, Arizona. Public comments will be taken on the first day of the hearing. Written public comments may also be submitted by mailing a letter referencing Docket No. E-01345A-11-0224 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, go to http://www.azcc.gov/divisions/utilities/forms/public_comment.pdf.

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No. of publications: 2; date of publication: Aug. 25, 22, 2011.

STATE OF ARIZONA)
COUNTY OF COCHISE)

AFFIDAVIT OF PUBLICATION

Pamela McElroy

Pamela McElroy

being first

duly sworn, deposes and says: That (he) (she) is the Agent to the Publisher of the SIERRA VISTA HERALD and the BISBEE DAILY REVIEW newspapers printed and published six days a week in the County of Cochise, State of Arizona, and of general circulation in the cities of Sierra Vista and Bisbee, County of Cochise, State of Arizona and elsewhere, and hereto attached

PUBLIC NOTICE
A PERMANENT BASE
RATE INCREASE DOCKET NO.
E-01345A - 11 - 0224

was printed and published correctly in the regular and entire issue of said SIERRA VISTA HERALD and BISBEE DAILY REVIEW for 1 issues, that the first was

made on the 23rd day of AUGUST 20 11

and the last publication thereof was made on the 23rd day of

AUGUST 20 11

that said publication

was made on each of the following dates, to wit:

08/23/11

Request of

ARIZONA PUBLIC SERVICE

SIERRA VISTA BISBEE DAILY
HERALD REVIEW

By

[Signature]

Subscribed sworn to before me this 23rd day of AUGUST

20 11



Notary Public in and for the County of Cochise, State of Arizona

My Commission Expires:

8/21/12

PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

On June 1, 2011, Arizona Public Service Company ("APS") filed an application with the Arizona Corporation Commission ("Commission") for a permanent base rate increase. The application seeks a \$95.5 million net increase in base rates. In addition, APS' application seeks to establish a decoupling mechanism to remove utility disincentives for energy efficiency and distributed generation and improve the recovery of costs that do not vary with electric usage.

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The Commission's Utilities Division ("Staff") is in the process of reviewing and analyzing the application and has not yet made a recommendation regarding APS' request. The Commission will issue a Decision regarding APS' application following consideration of testimony and evidence presented at an evidentiary hearing. **THE COMMISSION IS NOT BOUND BY THE PROPOSALS MADE BY APS, STAFF, OR ANY INTERVENORS, AND THE FINAL RATES APPROVED BY THE COMMISSION MAY DIFFER FROM THE RATES REQUESTED BY APS OR OTHER PARTIES.**

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STATE OF ARIZONA)
COUNTY OF COCHISE)

AFFIDAVIT OF PUBLICATION

PAMELA M. MCELROY

Pamela M. McElroy being first
duly sworn, deposes and says: That (he) (she) is the Agent to the Publisher of the
SIERRA VISTA HERALD and the BISBEE DAILY REVIEW newspapers printed and
published six days a week in the County of Cochise, State of Arizona, and of general
circulation in the cities of Sierra Vista and Bisbee, County of Cochise, State of Arizona
and elsewhere, and hereto attached

PUBLIC NOTICE A
PERMANENT BASE
RATE INCREASE
DOCKET NO.
E-01345A-11-0224

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made on the 27th day of AUGUST 20 11

and the last publication thereof was made on the 27th day of

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was made on each of the following dates, to wit:

08/27/11

Request of ARIZONA PUBLIC SERVICE

SIERRA VISTA
HERALD
BISBEE DAILY
REVIEW

By

[Signature]

Subscribed sworn to before me this 27th day of AUGUST



Notary Public In and for the County of Cochise, State of Arizona

My Commission Expires:

5/27/12

PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

Summary

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AFFIDAVIT/PROOF OF PUBLICATION

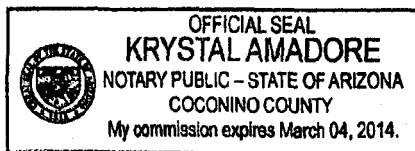
STATE OF ARIZONA

} ss.

County of Coconino

Bobbie Crosby being duly sworn, deposes and says:

That she is the legal clerk of the Arizona Daily Sun
a newspaper published at Flagstaff, Coconino County, Arizona; that the
Public Notice Docket No. E-0134
SA-11-0224 a copy of which is
hereunto attached, was first published in said newspaper in its issue dated
the 15 day of September, 2011, and was
published in each one issue of said newspaper for one
consecutive day the last publication being in the issue dated the
15 day of September, 2011.



Subscribed and sworn to before me this

21st day of Sept, 2011

Krystal Amadore

[Signature]

Notary Public

My Commission expires 03/04/2014

PUBLIC NOTICE OF HEARING ON ARIZONA PUBLIC SERVICE COMPANY'S APPLICATION FOR A PERMANENT BASE RATE INCREASE (DOCKET NO. E-01345A-11-0224)

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